



CITY OF LODI

COUNCIL COMMUNICATION

AGENDA TITLE: Rejection of Bids and Readvertisement for Bids for Demolition of Elevated Water Storage Tank, 114 North Main Street

MEETING DATE: March 18, 1992

PREPARED BY: Public Works Director

RECOMMENDED ACTION: That the City Council reject all bids received on February 5, 1992, and authorize readvertising for new bids for the demolition of the Elevated Water Storage Tank, 114 North Main Street.

BACKGROUND INFORMATION: This project is for the removal and disposal of the old elevated water tank and tower. The tank, constructed around 1910, does not meet current earthquake standards. A study performed by Black & Veatch in 1978 concluded that the tank should be replaced in lieu of trying to repair the aging structure. Although still serviceable, the lack of a ready market for used tanks, coupled with expensive dismantling and transportation costs, means the tank will probably be cut up and sold as scrap steel. Early last year, we contacted dismantlers in California and across the country. They agreed that, considering the type and age of tank, demolition would probably be the most cost effective alternative.

Bid proposals for this project were opened on February 5, 1992, and Ford Construction Company of Lodi was the apparent low bidder. A concern was raised at the bid opening as to whether Ford Construction could bid on the project since they don't possess the C-21 specialty license required in the specifications. Ford Construction is licensed as an "A" contractor and a C-21 specialty license is for demolition work only. The California State Licensing Board was contacted and they gave us a ruling that an "A" licensed contractor could not bid on a project which involved only demolition.

Because of the difference between the low bid and the other bids, the Public Works Department is recommending that all the bids be rejected and that the Council authorize the readvertising for bids.

Ford Construction has been notified of our recommendation and they are also trying to get a clarification from the State Licensing Board. If additional information is submitted to the City before the Council meeting, this item will be moved to the regular calendar for discussion and appropriate action.

Plans and specifications for this project were approved on January 15, 1992. The City received the following seven bids for this project:

APPROVED

Thomas A. Peterson
THOMAS A. PETERSON
City Manager

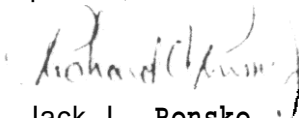
Rejection of Bids and Readvertisement for Bids for Demolition of Elevated Water
Storage Tank, 114 Nnrth Main Street

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<u>Bidder</u>	<u>Location</u>	<u>Bid</u>
Engineer's Estimate		\$55,000.00
Ford Construction Company	Lndi	22,000 .00
Pittsburg Tank & Tower Co.	Henderson, KY	39,475.00
Cleveland Wrecking Co.	San Francisco	43,900.00
Ferma Corporation	Mountain View	45,400.00
Clauss Construction	La Mesa	47,160.00
Iconco	Oakland	59,000.00
Glen Wilson Trucking, Inc.	Modesto	68,410.98
Kimmins Abatement Corp.	San Francisco	69,700.00

FUNDING: Originally Budgeted: 199011991
Budgeted Fund: Water Capital Outlay
Total Project Estimate: \$55,000
Bid Opening Date: April 8, 1992


Jack L. Ronsko
Public Works Director

Prepared by Wesley K. Fujitani, Senior Civil Engineer

JLR/WKF/lm

cc: Purchasing Officer
Parks and Recreation Director
For Construction Company

CITY COUNCIL

JAMES W. PINKERTON, Mayor

PHILLIP A. PENNINO

Mayor Pro Tempore

DAVID M. HINCHMAN

JACK A. SIEGLOCK

JOHN R. (Randy) SNIDER

CITY OF LODI

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March 11, 1992

THOMAS A. PETERSON
City Manager

ALICE M. REIMCHE
City Clerk

BOB McNATT
City Attorney

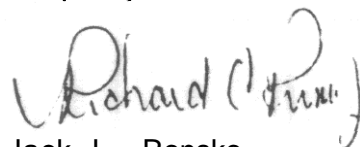
Ford Construction Company
639 E. Lockeford St.
Lodi, CA 95240

SUBJECT: Rejection of **Bids** and Readvertisement for Bids for Demolition
of Elevated Water Storage Tank, 114 North Main Street

Enclosed is a **copy** of background information on an item that will be
discussed at the City Council meeting on Wednesday, March 18, 1992, at
7:30 p.m. The meeting will be held in the City Council Chamber, Carnegie
Forum, 305 West Pine Street. You are welcome to attend.

If you wish to **communicate** with the City Council, please contact Alice
Reimche, City Clerk, at (209) 333-6702

If you have any questions about the item, please call Wes Fujitani or me
at (209) 333-6706.



Jack L. Ronsko
Public Works Director

JLR/lm

Enclosure

cc: City Clerk